

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

W-02023A  
Joshua Valley Utility Company  
P. O. Box 80070  
Phoenix, AZ 85060

**RECEIVED**

APR 14 2006

Z Corporation Commissic  
Director of Utilities

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2005
----	----	------

FOR COMMISSION USE

ANN04	05
-------	----

entered  
4-14-06  
RF

## COMPANY INFORMATION

**Company Name (Business Name)** Joshua Valley Utility Company

**Mailing Address** PO Box 80070  
(Street)

Phoenix Arizona 85060-0070  
(City) (State) (Zip)

602-840-2450 602-840-8350  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

**Email Address** johnratliff@qwest.net

**Local Office Mailing Address** PO Box 247  
(Street)

Meadview Arizona 86444  
(City) (State) (Zip)

928-564-2201 928-564-2517  
Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

## MANAGEMENT INFORMATION

<b>Management Contact:</b> <u>Ted Levandowski</u>		<u>General Manager</u>	
(Name)		(Title)	
<u>PO Box 247</u>	<u>Meadview</u>	<u>Arizona</u>	<u>86444</u>
(Street)	(City)	(State)	(Zip)
<u>928-564-2201</u>	<u>928-564-2517</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
<b>Email Address</b> _____			
<b>On Site Manager:</b> <u>Ron Raymond</u>			
(Name)			
<u>PO Box 247</u>	<u>Meadview</u>	<u>Arizona</u>	<u>86444</u>
(Street)	(City)	(State)	(Zip)
<u>928-564-2552</u>	<u>928-564-2517</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
<b>Email Address</b> _____			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

**Statutory Agent:** Gary Zwillinger

(Name)

2425 E Camelback Rd, Ste 365

(Street)

Phoenix

(City)

Arizona

(State)

85016

(Zip)

602-224-7890

Telephone No. (Include Area Code)

602-224-7889

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

**Attorney:** Same as above.

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) \_\_\_\_\_

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☒ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME

Joshua Valley Utility Company

**UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	6176		6176
304	Structures and Improvements	2745	1178	1567
307	Wells and Springs	17913		17913
311	Pumping Equipment	31510	11950	19650
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	22468	11,101	11367
331	Transmission and Distribution Mains	1443124	620,293	822831
333	Services	18436		18436
334	Meters and Meter Installations	45734	13,022	32712
335	Hydrants	5000	300	4700
336	Backflow Prevention Devices	5000	300	4700
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	11367	4845	6522
341	Transportation Equipment	32989	11620	21369
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment	5331	2081	3250
346	Communication Equipment	6000	180	5820
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>1653793</b>	<b>676571</b>	<b>977222</b>

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

JOSHUA VALLEY UTILITY COMPANY

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	6176	0	
304	Structures and Improvements	2745	3	82
307	Wells and Springs	17913	0	537
311	Pumping Equipment	31510	3	915
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	22468	3	674
331	Transmission and Distribution Mains	1443124	3	43,294
333	Services	18436	.	
334	Meters and Meter Installations	45734	3	1,372
335	Hydrants	5000	3	150
336	Backflow Prevention Devices	5000	3	150
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	11367	3	341
341	Transportation Equipment	32989	10	990
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment		3	
345	Power Operated Equipment	5331	3	160
346	Communication Equipment	6000	3	180
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>1653793</b>		<b>48,845</b>

This amount goes on the Comparative Statement of Income and Expense \_\_\_\_\_  
 Acct. No. 403.

COMPANY NAME JOSHUA VALLEY UTILITY COMPANY

**BALANCE SHEET**

Acct .No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 1,221	\$ 3,448
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	804	977
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 2,025	\$ 4,425
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 1,647,793	\$ 1,653,793
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	633,963	676,571
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 1,013,830	\$ 977,222
	<b>TOTAL ASSETS</b>	\$ 1,015,855	\$ 981,647

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME

JOSHUA VALLEY UTILITY COMPANY

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$	\$
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$	\$
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	44,309	52,524
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$ 44,309	\$ 52,524
	<b>TOTAL LIABILITIES</b>	\$	\$
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 2,000	\$ 2,000
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	992,478	927,123
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ 994,478	\$ 929,123
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 1,038,779	\$ 981,647

COMPANY NAME **JOSHUA VALLEY UTILITY COMPANY**

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 287,454	\$ 286,246
460	Unmetered Water Revenue		
474	Other Water Revenues		
	<b>TOTAL REVENUES</b>	<b>\$ 287,454</b>	<b>\$ 286,246</b>
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$ 105,250	\$ 110,777
610	Purchased Water		
615	Purchased Power	26,838	20,154
618	Chemicals		
620	Repairs and Maintenance	25,761	36,792
621	Office Supplies and Expense	5,333	5,240
630	Outside Services		
635	Water Testing	3,126	1,544
641	Rents	6,000	3,900
650	Transportation Expenses	9,582	12,674
657	Insurance – General Liability	7,016	3,062
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense		
403	Depreciation Expense	48,665	47,169
408	Taxes Other Than Income	15,878	15,019
408.11	Property Taxes	9,660	9,941
409	Income Tax	950	1,002
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 269,437</b>	<b>\$ 267,274</b>
	<b>OPERATING INCOME/(LOSS)</b>	<b>\$ 18,017</b>	<b>\$ 18,972</b>
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	<b>\$</b>	<b>\$</b>
	<b>NET INCOME/(LOSS)</b>	<b>\$ 18,017</b>	<b>\$ 18,972</b>



**COMPANY NAME**

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 52,524

Meter Deposits Refunded During the Test Year

\$ 7,171

**COMPANY NAME** Joshua Valley Utility Company

## WATER COMPANY PLANT DESCRIPTION

### WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (Inches)	Year Drilled
(30-17)11-1	20	50	600	10	2	1974
(30-17)14-1	20	30	604	10	2	1974
23-1	20	90	800	8	2	1974
23-3	30	80	600	6	2	1974
26-6	20	80	650	6	2	1974
23-5	20	90	595	6	2	1973

- Arizona Department of Water Resources Identification Number

### OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (In thousands)
none		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
none			

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
50,000	1	1,500	2
125,000	1	5,000	1
100,000	1		
180,000	1		

COMPANY NAME JOSHUA VALLEY UTILITY COMPANY

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
2	PVC	400
3	PVC/AC	2230/2400
4	PVC/AC	105625/6400
5		
6	PVC/AC	179860/8400
8	PVC	9705
10		
12		

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	281
3/4	8
1	26
1 1/2	2
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category.

**TREATMENT EQUIPMENT:**

---

---

---

---

---

---

---

---

**STRUCTURES:**

4 well sites - fenced - 1 well site located inside fence at tanks  
 3 tank sites - fenced -  
 1 workshop/storage building  
 4 water storage tanks

**OTHER:**

backhoe  
 2 service trucks

COMPANY NAME: Joshua Valley Utility Company

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2005**

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	858	1,985,507	1,968,432
FEBRUARY	867	1,483,563	1,474,700
MARCH	869	1,465,130	1,498,655
APRIL	873	2,861,801	2,971,343
MAY	877	2,705,939	3,014,600
JUNE	883	4,181,024	4,242,700
JULY	885	4,060,070	5,941,900
AUGUST	888	3,633,430	4,151,800
SEPTEMBER	898	3,846,825	4,576,400
OCTOBER	896	2,500,200	3,239,800
NOVEMBER	905	2,661,800	3,043,500
DECEMBER	911	2,803,605	2,805,200
TOTAL		34,188,894	38,929,030

Is the Water Utility located in an ADWR Active Management Area (AMA)?

( ) Yes (x) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

( ) Yes (x) No

If yes, provide the GPCPD amount: \_\_\_\_\_

What is the level of arsenic for each well on your system. \_\_\_\_\_ mg/l  
(If more than one well, please list each separately.)

**Note: If you are filing for more than one system, please provide separate data sheets for each system.**

Arsenic levels: well 1 .005  
well 2 .0014  
well 3 .0014  
well 4 .0024  
well 5 .0027

COMPANY NAME \_\_\_\_\_ YEAR ENDING 12/31/2005

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2005 was: \$ 9941.00

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

---

---

---

---

---

4350		BAL BRO'T FORD
DATE <u>May 3, 2005</u>		DEPOSITS
TO <u>Westside Disposal</u>		
FOR <u>Inv # 55921</u>	TOTAL	
	THIS CHECK	73 50
	OTHER	
TAX DEDUCTIBLE	BALANCE	

John  
I only have  
Canceled checks from  
July 2005 to Dec. 2005,

But this is the  
check stub for  
payment on these  
parcels listed.

4351		
DATE <u>May 4, 2005</u>		DEPOSITS
TO <u>Mohave County Treas.</u>		
<u>Dora E. Gondmiller</u>		
FOR <u>Parcel #15</u>	TOTAL	
<u>#94221180</u>	THIS CHECK	5204 11
<u>#94231100</u>	OTHER	
TAX DEDUCTIBLE	BALANCE	

CK # 4351

DATED May 4, 2005

\$ 5204<sup>11</sup>

4352		
DATE <u>May 4, 2005</u>		DEPOSITS
TO <u>Meadview Harvest</u>		
FOR <u>April Statement</u>	TOTAL	
	THIS CHECK	293 00
	OTHER	
TAX DEDUCTIBLE	BALANCE	

6

4494

DATE Sept 19, 2005

TO Headview Market

DEPOSITS

FOR <u>Change from</u>	TOTAL	
<u>8-2-05 to 9-17-05</u>	THIS CHECK	584 97
	OTHER	
TAX DEDUCTIBLE	BALANCE	

BAL BROT FORD

4495

DATE Sept. 19, 2005

TO Spart Enterprises LLC

DEPOSITS

FOR <u>INV # 14185</u>	TOTAL	
	THIS CHECK	4691
	OTHER	
TAX DEDUCTIBLE	BALANCE	

4496

DATE Sept 19, 2005

TO Mohave County Treas -

Lee E. Fabrizio

DEPOSITS

FOR <u>Parcel #'s</u>	TOTAL	
<u>94221100</u>	THIS CHECK	4737 30
<u>94221180</u>	OTHER	
TAX DEDUCTIBLE	BALANCE	

4496

JOSHUA VALLEY UTILITY CO. SEP 21 2005

PETTY CASH  
P.O. BOX 247  
MEADVIEW, AZ 86444

DATE Sept. 19, 2005

91-170-1221

PAY TO THE ORDER OF Mohave County Treas - Lee E. Fabrizio

39

5626 154

DOLLARS

Bank of America.

ACH INT 122101708

Parcel #'s  
FOR 94221100 / 94221180

11/10/05

10044961 0122101708 000054874037 000004737300

4015 2442

NAV - 2 05

1. **Small type in signature line appears as dotted line when photocopied.**  
2. **Stains or smudges may appear with chemical alteration.**  
3. **White mark appears when erased.**  
4. **Absence of "Original Document" verbiage on back of check.**

4496

JOSHUA VALLEY UTILITY \*\*\* SEP 21 2005

PETTY CASH  
P.O. BOX 247  
MEADVIEW, AZ 85444

DATE Sept. 15, 2005

91-TD-1221

PAY TO THE ORDER OF Joshua Valley Utility - 1st E. Fabrizio \$ 473.30

for 4th and 5th hooked utility - 39 DOLLARS 636.154

**Bank of America**

ACH INT SERVICES

paid \$15

FOR 94221100 / 94221180

11/10/05

0004496# \*122101705# 000054874037#

\*00000473730\*



VERIFICATION  
AND  
SWORN STATEMENT  
Taxes

RECEIVED  
APR 14 2006  
Z Corporation Commission  
Director of Utilities

VERIFICATION

STATE OF \_\_\_\_\_

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	MARICOPA
NAME (OWNER OR OFFICIAL) TITLE	JOHN S. RATLIFF / PRESIDENT
COMPANY NAME	JOSITUA VALLEY UTILITY COMPANY

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

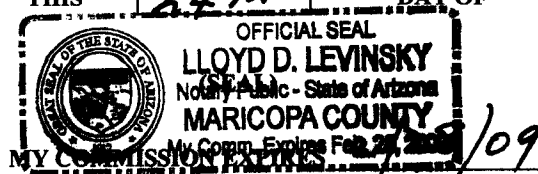
John S. Ratliff  
SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER \_\_\_\_\_

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 24<sup>TH</sup> DAY OF



COUNTY NAME	Maricopa
MONTH	FEB. 2006

Lloyd D. Levinsky  
SIGNATURE OF NOTARY PUBLIC

COMPANY NAME Joshua Valley Utility Company YEAR ENDING 12/31/2005

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 0.00  
Estimated or Actual Federal Tax Liability 0.00

State Taxable Income Reported 50.00  
Estimated or Actual State Tax Liability 50.00

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances 0.00  
Amount of Gross-Up Tax Collected 0.00  
Total Grossed-Up Contributions/Advances 0.00

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

John D. Ratliff  
SIGNATURE

4/12/06  
DATE

JOHN D. RATLIFF  
PRINTED NAME

4/12 President  
TITLE

# VERIFICATION

AND

## SWORN STATEMENT Z Corporation Commissio Intrastate Revenues Only

RECEIVED

APR 14 2006

Director of Utilities

### VERIFICATION

STATE OF \_\_\_\_\_

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)

NAME (OWNER OR OFFICIAL) TITLE

COMPANY NAME

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

### SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2005 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 286,246

(THE AMOUNT IN BOX ABOVE INCLUDES \$ \_\_\_\_\_ IN SALES TAXES BILLED, OR COLLECTED)

\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

*John S. Rathoff*  
SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



COUNTY NAME *Maricopa*  
MONTH *FEB.* YEAR *2006*

*Lloyd D. Levinsky*  
SIGNATURE OF NOTARY PUBLIC

**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
INTRASTATE REVENUES ONLY**

APR 14 2006  
Arizona Corporation Commission  
Director of Utilities

**VERIFICATION**

**STATE OF ARIZONA**

**I, THE UNDERSIGNED**

**OF THE**

COUNTY OF (COUNTY NAME) <b>MARICOPA</b>	
NAME (OWNER OR OFFICIAL) <b>JOHN D. RATLIFF</b>	TITLE <b>PRESIDENT</b>
COMPANY NAME <b>SASAVA VALLEY UTILITY COMPANY</b>	

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
<b>12</b>	<b>31</b>	<b>2005</b>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2005 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ **284,246**

(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$  
IN SALES TAXES BILLED, OR COLLECTED)

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

*John D. Ratliff*  
SIGNATURE OF OWNER OR OFFICIAL  
**(480)-945-3103**  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

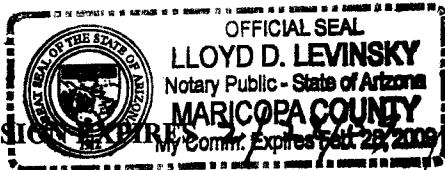
**24<sup>TH</sup>**

DAY OF

NOTARY PUBLIC NAME <b>LLOYD D. LEVINSKY</b>	
COUNTY NAME <b>Maricopa</b>	
MONTH <b>FEB.</b>	20 <b>06</b>

(SEAL)

MY COMMISSION



*Lloyd D. Levinsky*  
SIGNATURE OF NOTARY PUBLIC